SPEAKER NICHOL: Okay. I would just suggest and with these water bills coming and going having to do with diversion of water, we should be extremely careful, I would think, in this field that I am talking about. Thank you, Senator Schmit.

PRESIDENT: The Chair recognizes Senator Vard Johnson.

SENATOR V. JOHNSON: Senator Schmit, I just have a couple of simple questions if you would yield.

SENATOR SCHMIT: Thank you.

SENATOR V. JOHNSON: Because you know a heck of a lot more about water than I know about water, and in getting down to the last part of your bill...or the bill, it says, "in approving an application, the Director may impose any reasonable condition as deemed necessary to protect the public interest". My question would be this. Do you have any sense as to what kind of conditions we are even talking about?

SENATOR SCHMIT: Well, the only thing we discussed in that area, Vard, was that we felt there may be some special uses or special situations that might develop between landlord, tenant, and that sort of thing, and we wanted to be certain that there would not be a situation develop where the sale of water might take place and lead to at this time merchandising of water. If we ever deal with that, I will deal with it openly and above board.

SENATOR V. JOHNSON: Okay, so the first point is what you are really saying is that there is no intent in this measure to deal with the actual sale of water?

SENATOR SCHMIT: That is right.

SENATOR V. JOHNSON: Now, secondly, in terms of protecting the public interest, how would you see that as being defined by the Director? I mean, what kind of things would the Director even look at in terms of protecting the public interest.

SENATOR SCHMIT: Basically, the criteria that we looked at earlier, number one, will not adversely impact upon any other water appropriator, that the requested change will not exceed the source...or it will be from the same source of supply, perhaps to deal a little bit with what Senator Cullan referred to that we are not going to require a different source of supply, that the quantity of the water will not exceed that presently used and that it will be applied